

CONFIDENTIAL
Term Sheet

The parties to this Term Sheet are the parties, except Kuukpik and Forest Oil, to Case No. 06-491L in the Court of Federal Claims.

What follows is a summary of the terms of the parties' settlement agreement. The parties intend to enter into a settlement agreement, amended lease, and a new lease consistent with these terms, and will work in good faith to develop and agree to such instruments.

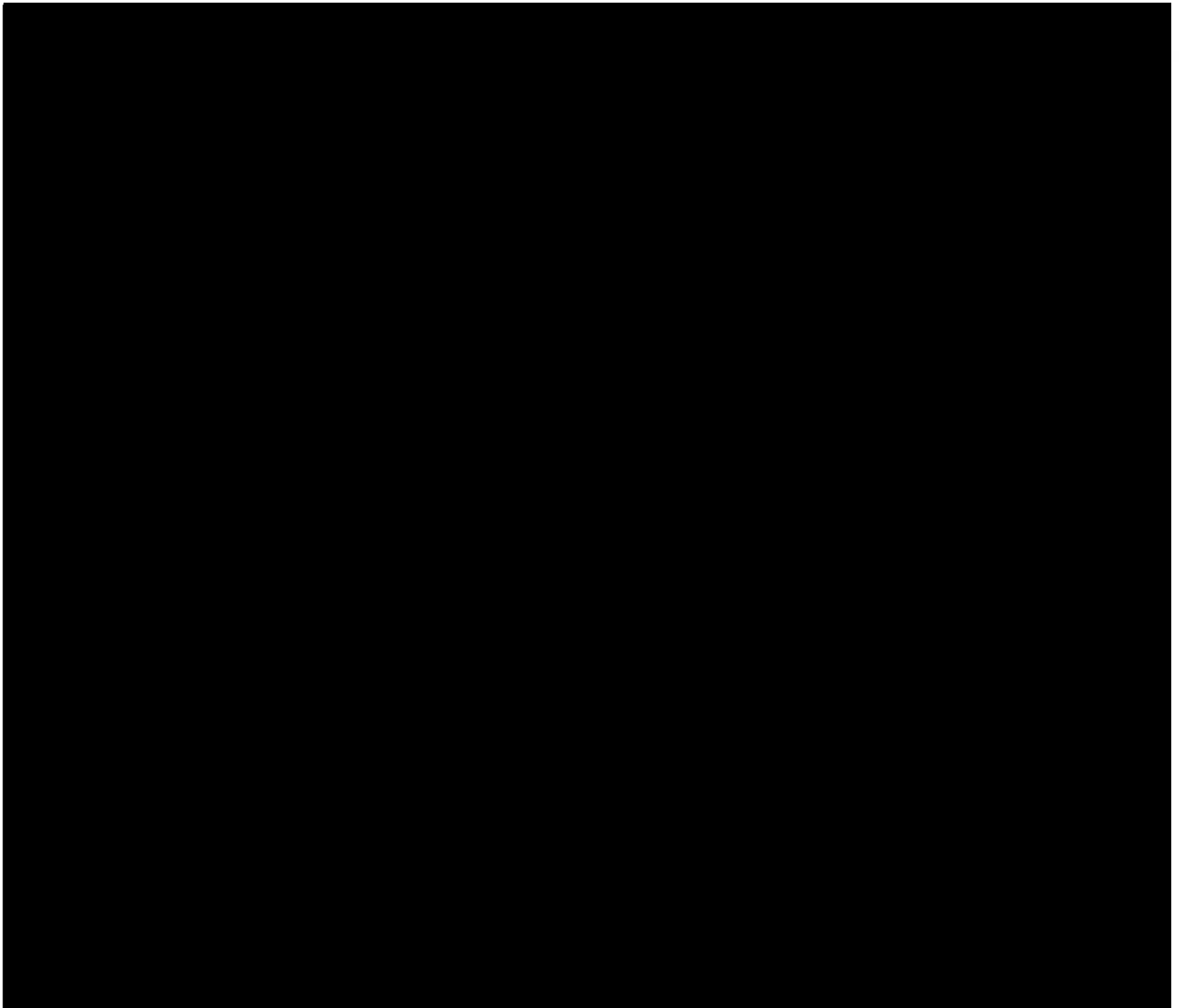



Exhibit 3
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On behalf of the Plaintiffs, Ray Givens:
June 23, 2011




On behalf of the United States, Jason Hill:
June 23, 2011



On behalf of the Prudhoe Bay Unit, Jim Torgerson:
June 23, 2011

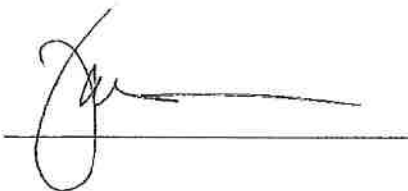


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